SUMMARY OF PROPOSED AMENDMENTS TO THE ADMINISTRATIVE RULES REGARDING THE ARKANSAS MINIMUM WAGE ACT LABOR STANDARDS SECTION DEPARTMENT OF LABOR AND LICENSING

August 11, 2019

The purpose and necessity of the proposed amendment is to: 1) comply with changes from the 2019 legislative session; 2) add a statutory exemption; 3) conform the tip credit rule to the statutory language; 4) update some references to federal law; and 5) make some grammatical and stylistic changes.

The proposed amendments would accomplish the following:

- 1. Revises organizational names as needed. 2019 Ark. Acts 910;
- 2. Replaces the term "regulation" with "rule." 2019 Ark. Acts 315;
- 3. Incorporates the test for determining a bona fide independent contractor established by 2019 Ark. Acts 1055;
- 4. Adds a statutory exemption, Ark. Code Ann. § 11-4-203(3)(R), for an organized camp or a religious or nonprofit education conference center;
- 5. Eliminates the \$.30 per hour cap on allowances for furnishing board, lodging, apparel and other facilities to conform to federal standard under the Fair Labor Standards Act (FLSA), 2019 Ark. Acts 853;
- 6. Provides specific authorization for an employer to pay by providing a preloaded debit card in compliance with 2019 Ark. 853;
- 7. Updates tip credit language in conformity to Ark. Code Ann. § 11-4-212;
- 8. Amends references to statute of limitations from 3 years to 2 years, 2019 Ark. Acts 853;
- 9. Updates references to federal law;
- 10. Makes some grammatical and stylistic changes; and
- 11. Establishes an effective date and updates the history of the rules regarding the Arkansas Minimum Wage Act.